GOVERNMENT OF INDIA
CHEMICALS AND FERTILIZERS
LOK SABHA

UNSTARRED QUESTION NO:880
ANSWERED ON:29.02.2000
REVIEW OF CHEMICALS AND FERTILIZERS UNITS
NAMDEO HARBAJI DIWATHE

Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

(a) whether the Government have reviewed the performance of PSU in Chemicals andFertilizers sector during the current year in terms of the target set and achieved during the last two years;

(b) if so, the details therefor;

(c) whether any action plan has been finalised for revival of sick PSUs in Chemicals andFertilizers segments and MoU signed for 2000-2001; and

(d) if so, the details of action plan, PSU-wise?

Answer

MINISTER OF STATE IN THE MINISTRY OF CHEMICALS & FERTILIZERS

(SHRI RAMESH BAIS)
(a)&(b) The Government regularly monitors performance of PSUs in Chemicals and FertilizerSectors through periodical reports for analysing their performance with reference to the targets. The variance, if any, is analysed and the concerned PSU is advised to take corrective action. In respect of the companies signing Memorandum of Understanding

(MOUs), a rigorous analysis is also undertaken by the Ad-hoc Task Force (ATF)comprising of high level independent experts set up by the Department of PublicEnterprises (DPE) for performance evaluation.Production target in the last two years of the PSUs in Chemicals & Fertilizer Sectors is given below:

('000 MT)

Name of PSU	1998-99		1999-2000 (April-Dec.1999)	
	Target	Actual	Target	Actual
Hindustan Insecticides Ltd.	22.5	15.7	14.1	11.3
Hindustan Organic Chemicals Ltd.	264.0	271.8	190.4	193.7
National Fertilizers Ltd.	1450.3	1502.0	1077.4	1129.0
Fertilizers And Chemicals Travancore Ltd.	425.8	417.1	317.1	346.5
Rashtriya Chemicals & Ferti.Ltd.	1075.6	980.1	800.3	816.7
Madras Fertilizers Ltd.	350.7	377.6	325.7	331.1
Padadeep Phosphates Ltd.	462.4	500.1	384.2	335.7
Pyrites, Phosphates & Chemicals Ltd.	36.5	20.2	19.4	1.2
Fertilizer Corporation of India	209.3	176.4	109.3	101.8
Hindustan Fertilizer Corporation.Ltd.	119.6	64.4	50.8	36.6

Note: Target and production of fertilizers are in nutrient terms.

(c) &(d) Hindustan Insecticides Ltd. And Hindustan Organic Chemicals Ltd., the two PSUs inChemicals Sector are not sick under the Provisions of Sick Industrial Companies

(Special Provisions), Act 1985 The rehabilitation proposals for the sick Public SectorUndertakings (PSUs) under the administrative control of Department of Fertilizers areformulated based on the unit-wise viability taking into consideration the updated financial analysis and the legal and administrative dimensions of these multi-unit companies. Generally, the PSUs that have not been referred to BIFR and are significant in size are expected to sign MOU.